

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

REPORT & FINANCIAL STATEMENTS

for the year ended

31 December 2000



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COMPANIES HOUSE 31/01/02

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

DIRECTORS AND OFFICERS

DIRECTORS

A K Broadway
K F Keeler
B L Buckner
B C James

SECRETARY

A K Broadway

COMPANY NUMBER

1332670 (England and Wales)

REGISTERED CHARITY NUMBER

274605

REGISTERED OFFICE

751 Warwick Road
Solihull
West Midlands
B91 3DQ

AUDITORS

Baker Tilly
Chartered Accountants
City Plaza
Temple Row
Birmingham
B2 5AF

BANKERS

HSBC
Bank of America

SOLICITORS

Taylor Vinters
Merlin Place
Melton Road
Cambridge
CB4 0DP

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

DIRECTORS' REPORT

The directors, who are the charity's trustees, submit their report and the financial statements of The Church of Jesus Christ of Latter-day Saints (Welfare) and Subsidiary Undertakings for the year ended 31 December 2000.

LEGAL AND ADMINISTRATIVE INFORMATION

The Church of Jesus Christ of Latter-day Saints (Welfare) is a registered charity which has been incorporated as a private unlimited company. The charity is governed by its Memorandum and Articles of Association.

OBJECTS, PRINCIPAL ACTIVITIES AND REVIEW OF THE YEAR

The objects of the charity, its principal activities and a review of the year are given in its Trustees Report on pages 25 to 27 of the financial statements.

RESULTS

The surplus of the group for the year was £866,000 (1999 - deficit £416,000) after receiving a donation of £2,000,000 (1999 - £Nil) from its fellow subsidiary company, the Church of Jesus Christ of Latter-day Saints (Great Britain).

The directors do not recommend the payment of a dividend, which leaves a surplus for the year of £866,000 to be transferred to reserves.

Assurances of continued financial support have been received from the Corporation of the President of the Church of Jesus Christ of Latter-day Saints.

DIRECTORS AND THEIR INTERESTS

The directors who served during the year were:-

A K Broadway	
R J Mawle	(Resigned 7 January 2002)
K F Keeler	
B Calsen	(Resigned 7 January 2002)
B L Buckner	(Appointed 17 December 2001)
B C James	(Appointed 17 December 2001)

A K Broadway and K F Keeler retire by rotation and, being eligible, offer themselves for re-election.

DIRECTORS' INTERESTS IN SHARES

None of the directors had, at any time during the year, a beneficial interest in the share capital of the company or its subsidiary undertakings.

INTRODUCTION OF THE EURO

The directors believe the introduction of the Euro will have no significant impact on the group's activities.

The Church of Jesus Christ of Latter-day Saints (Welfare) &
Subsidiary Undertakings
DIRECTORS' REPORT

AUDITORS

A resolution to reappoint Baker Tilly, Chartered Accountants, as auditors will be put to the members at the annual general meeting.

By order of the board


A K Broadway
Secretary

30 January 2002

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements.
- d. prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the requirements of the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS' REPORT TO THE MEMBERS OF THE CHURCH OF JESUS CHRIST OF LATTER-DAY SAINTS (WELFARE) & SUBSIDIARY UNDERTAKINGS

We have audited the financial statements on pages 6 to 24 which have been prepared on the basis of the accounting policies set out on pages 9 and 10.

Respective responsibilities of directors and auditors

As described on page 4, the company's directors, who also act as the trustees for the charitable activities of the Church of Jesus Christ of Latter-day Saints (Welfare), are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those financial statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the group's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the charity and group at 31 December 2000 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

BAKER TILLY

Registered Auditor
Chartered Accountants
City Plaza
Temple Row
Birmingham
B2 5AF

30 January 2002

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings
CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 December 2000

	<i>Notes</i>	<i>GROUP</i>		<i>COMPANY</i>	
		<i>Unrestricted total funds 2000 £'000</i>	<i>Unrestricted total funds 1999 £'000</i>	<i>Unrestricted total funds 2000 £'000</i>	<i>Unrestricted total funds 1999 £'000</i>
Incoming resources					
New construction		4,114	3,225	4,114	3,225
Rental income		60	97	1,007	1,022
Other income		18	45	18	45
Net income of trading activities of subsidiaries	1	914	1,367	-	-
Profits covenanted from farm activities		-	-	52	245
Donation from The Church of Latter-day Saints (Great Britain)		2,000	-	2,000	-
Profit on sale of fixed assets		103	3	103	3
Total incoming resources		7,209	4,737	7,294	4,540
Resources expended					
Direct charitable expenditure	2	6,281	5,084	6,288	4,984
Other expenditure	2	62	69	62	69
Total resources expended		6,343	5,153	6,350	5,053
Net movement in funds		866	(416)	944	(513)
Balances brought forward at 1 January 2000		5,976	6,392	1,083	1,596
Balances carried forward at 31 December 2000		6,842	5,976	2,027	1,083

Continuing operations

None of the charity's activities were acquired or discontinued during the above two financial years.

Statement of Total Recognised Gains and Losses

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the Consolidated Statement of Financial Activities.

Income and Expenditure Account

The consolidated statement of financial activities constitutes an income and expenditure account for the purposes of Companies Act 1985.

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

BALANCE SHEET

for the year ended 31 December 2000

		GROUP		COMPANY	
	Notes	2000 £'000	1999 £'000	2000 £'000	1999 £'000
FIXED ASSETS					
Tangible assets	6	37,940	38,124	35,413	35,503
Intangible assets	7	147	184	-	-
Investments	8	5	5	1,000	1,000
		<u>38,092</u>	<u>38,313</u>	<u>36,413</u>	<u>36,503</u>
CURRENT ASSETS					
Stocks	9	4,472	4,104	-	-
Debtors	10	1,813	2,524	3,525	3,549
Cash at bank and in hand		2,012	2,139	581	1,055
		<u>8,297</u>	<u>8,767</u>	<u>4,106</u>	<u>4,604</u>
CREDITORS: Amounts falling due within one year	11	(1,852)	(1,569)	(915)	(577)
NET CURRENT ASSETS		<u>6,445</u>	<u>7,198</u>	<u>3,191</u>	<u>4,027</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>44,537</u>	<u>45,511</u>	<u>39,604</u>	<u>40,530</u>
CREDITORS: Amounts falling due after more than one year	12	(37,576)	(39,447)	(37,576)	(39,447)
PROVISIONS FOR LIABILITIES AND CHARGES	13	(119)	(88)	-	-
		<u>6,842</u>	<u>5,976</u>	<u>2,028</u>	<u>1,083</u>
CAPITAL AND RESERVES					
Called up share capital	14	-	-	-	-
Unrestricted funds:					
Accumulated fund	15	6,842	5,976	2,028	1,083
	16	<u>6,842</u>	<u>5,976</u>	<u>2,028</u>	<u>1,083</u>

Approved by the Board on 30 January 2002
and signed on their behalf

A K Broadway
A K Broadway

Director

**The Church of Jesus Christ of Latter-day Saints (Welfare) &
Subsidiary Undertakings**
CONSOLIDATED CASH FLOW STATEMENT
for the year ended 31 December 2000

Reconciliation of operating surplus/(deficit) to net cash inflow from operating activities	Notes	2000 £'000	1999 £'000
Operating surplus/(deficit)	17a	810	(605)
Depreciation		759	736
Amortisation		37	37
(Profit)/loss on disposal of fixed assets		(109)	(6)
(Increase)/decrease in stocks		(368)	197
Decrease/(increase) in debtors		711	(168)
(Decrease)/increase in creditors		(1,574)	4,080
Net cash inflow from operating activities		<u>266</u>	<u>4,271</u>

CASH FLOW STATEMENT

		2000 £'000	1999 £'000
Net cash inflow from operating activities		266	4,271
Returns on investments and servicing of finance	17a	87	113
Capital expenditure and financial investment	17a	(466)	(4,678)
(DECREASE) IN CASH IN THE PERIOD		<u>(113)</u>	<u>(294)</u>

**RECONCILIATION OF NET CASH FLOW TO
MOVEMENT IN NET DEBT (note 17b)**

	2000 £'000	1999 £'000
(Decrease) in cash in the period	(113)	(294)
Change in net debt resulting from cash flows	<u>1,871</u>	<u>(3,880)</u>
MOVEMENT IN NET DEBT IN THE PERIOD	1,758	(4,174)
NET DEBT AT 1 JANUARY 2000	<u>(37,322)</u>	<u>(33,148)</u>
NET DEBT AT 31 DECEMBER 2000	<u>(35,564)</u>	<u>(37,322)</u>

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

These financial statements have been prepared in accordance with the Charities (Accounts and Reports) Regulations 1995, the Statement of Recommended Practice "Accounting by Charities", applicable accounting standards and under the historical cost convention.

The following accounting policies have been applied consistently in dealing with items which are considered material to the financial statements.

BASIS OF CONSOLIDATION

The consolidated financial statements incorporate those of The Church of Jesus Christ of Latter-day Saints (Welfare) and all of its subsidiary undertakings for the year. All financial statements are prepared to 31 December 2000. The consolidation has been prepared using the acquisition method of accounting.

INCOMING RESOURCES

Cost of constructing new buildings on behalf of The Church of Jesus Christ of Latter-day Saints (Great Britain) are recharged at each year end on the basis of total construction costs incurred to date.

RESOURCES EXPENDED

Direct charitable expenditure comprises expenditure directly relating to the objects of the charity. Costs are either specifically identified or apportioned on an appropriate basis between direct charitable expenditure and management and administration of the charity. Expenditure is recognised on an accruals basis.

TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided on all tangible fixed assets other than freehold land at rates calculated to write each asset down to its estimated residual value over its expected useful life, as follows:-

Farm houses	over 10 to 40 years
Farm buildings and amenities	over 5 to 20 years
Fixtures and fittings	over 5 to 10 years
Plant and machinery	over 5 to 10 years
Motor vehicles	over 3 to 10 years

GOODWILL

Goodwill arising on acquisition representing the excess of the purchase price compared with the fair value of assets acquired is capitalised and written off over 10 years as in the opinion of the directors this represents the period over which the goodwill is effective.

FIXED ASSET INVESTMENTS

Fixed asset investments are stated at cost. Provision is made for any permanent diminution in value.

STOCKS

Stocks and cultivations are valued at the lower of cost and net realisable value. Net realisable value is based on estimated selling price less further costs expected to be incurred to completion and disposal. Provision is made for obsolete and slow-moving items. Costs include all direct costs and an appropriate proportion of fixed and variable overheads.

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

ACCOUNTING POLICIES

OPERATING LEASES

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the statement of financial activities on a straight-line basis over the lease term.

FOREIGN CURRENCY TRANSLATIONS

Assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date.

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to the statement of financial activities.

DEFERRED TAXATION

Provision is made for taxation deferred or accelerated by the effect of timing differences to the extent that it is probable that a liability will crystallise at the rate expected to be ruling at that date.

PENSION CONTRIBUTIONS

The costs of providing pensions for employees are charged to the statement of financial activities over the average working life of employees in accordance with the recommendations of qualified actuaries. Any funding surplus or deficit which may arise from time to time is amortised over the average working life of employees.

PARENT COMPANY DONATIONS

Periodically, donations are received from the company's parent company, the Corporation of the President of the Church of Jesus Christ of Latter-day Saints, to provide funds for the company's charitable activities and to ensure that the company has adequate reserves. These donations may be received by way of cash or partial cancellation of amounts due to the parent company. These donations are separately disclosed in the statement of financial activities and income and expenditure account.

AREA AID INCOME

Area aid income is recognised in the statement of financial activities when the underlying crops are sold. Set-aside income is recognised on a receipts basis.

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

TRUSTEES' REPORT

1 NET INCOME OF TRADING ACTIVITIES OF SUBSIDIARIES

The charity has three subsidiaries, which are incorporated in England and Wales. All companies operate farms. Audited accounts have been filed with the Registrar of Companies, which show the following results;

	<i>Farmspeed (Southern Anchor) Limited £'000</i>	<i>Hallsworth (Farmland Trust) Limited £'000</i>	<i>AgReserves Limited £'000</i>	<i>2000 Total £'000</i>	<i>1999 Total £'000</i>
Turnover	1,656	1,172	2,151	4,979	5,400
Cost of sales	(703)	(589)	(1,710)	(3,002)	(3,082)
Gross surplus	953	583	441	1,977	2,318
Operating expenses	(973)	(656)	(471)	(2,100)	(2,190)
Other operating income	-	75	11	86	160
Operating (deficit)/surplus	(20)	2	(19)	(37)	288
Profit/(loss) on disposal of fixed assets	11	19	(24)	6	(12)
Interest receivable	1	-	74	75	75
Charitable payments	-	(21)	(31)	(52)	(309)
Taxation	-	(17)	(14)	(31)	76
Net income/ (expenditure) for the year per accounts	(8)	(17)	(14)	(39)	118
Consolidation adjustments eliminated:					
Rent payable to parent undertaking	375	272	300	947	925
Charitable payments to parent undertaking	-	20	32	52	309
Loss on disposal of fixed assets	-	-	-	-	15
Management fees	-	-	(46)	(46)	-
Net income of trading subsidiaries included in the Statement of Financial Activities	367	275	272	914	1,367

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

TRUSTEES' REPORT

2 ANALYSIS OF RESOURCES EXPENDED

	<i>GROUP</i>		<i>COMPANY</i>	
	2000 £'000	1999 £'000	2000 £'000	1999 £'000
Direct charitable expenditure:				
Cost of construction	4,114	3,225	4,114	3,225
Welfare payments	1,839	1,323	1,839	1,323
Depreciation and amortisation	40	38	1	1
Physical facilities	69	99	69	99
Farm operating costs	219	399	265	336
	<u>6,281</u>	<u>5,084</u>	<u>6,288</u>	<u>4,984</u>

	<i>GROUP</i>		<i>COMPANY</i>	
	2000 £'000	1999 £'000	2000 £'000	1999 £'000
Other expenditure:				
Offices expenses	-	1	-	1
Professional fees	62	68	62	68
	<u>62</u>	<u>69</u>	<u>62</u>	<u>69</u>

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

TRUSTEES' REPORT

3	NET (EXPENDITURE)/INCOME FOR THE YEAR	2000 £'000	1999 £'000
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Net (expenditure)/income is stated after charging/(crediting):

Depreciation			
- owned assets	759		736
(Profit)/loss on disposal of fixed assets	(109)		6
Auditors remuneration	44		52
- audit services	2		1
- other services			
Operating lease rentals			
- plant and machinery	21		20
- other	20		2
	<u>759</u>		<u>736</u>

4	EMPLOYEES	2000 No.	1999 No.
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The average monthly number of persons (including directors) employed by the group during the year was:

51	43
<u>51</u>	<u>43</u>

	2000 £'000	1999 £'000
Staff costs for above persons:		
Wages and salaries	917	937
Social security costs	83	76
Other pension costs	62	72
	<u>1,062</u>	<u>1,085</u>

For the year ended 31 December 2000 the number of employees whose emoluments fell within the following bands are as follows:

	2000 No.	1999 No.
£50,000 +	1	-
£40,000 - £50,000	-	1
	<u>1</u>	<u>1</u>

DIRECTORS' REMUNERATION

None of the company directors received any remuneration from the company during the year and no expenses were reimbursed.

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

TRUSTEES' REPORT

5 TAXATION

The company is a registered charity and as such its charitable activities are not liable to UK corporation tax.

The company's subsidiaries are liable to UK corporation tax and the charge for the year is shown within the net income of trading activities of subsidiaries in note 1.

6 TANGIBLE FIXED ASSETS

GROUP

	<i>Freehold land and buildings</i> £'000	<i>Fixtures and fittings</i> £'000	<i>Plant and machinery</i> £'000	<i>Motor vehicles</i> £'000	<i>Farms</i> £'000	<i>Total</i> £'000
Cost						
1 January 2000	4,476	6	4,251	123	31,485	40,341
Additions	23	-	694	18	272	1,007
Disposals	(177)	-	(402)	(21)	(82)	(682)
31 December 2000	4,322	6	4,543	120	31,675	40,666
Depreciation						
1 January 2000	23	1	1,683	86	424	2,217
Charged in the year	2	-	587	25	145	759
Disposals	-	-	(228)	(21)	(1)	(250)
31 December 2000	25	1	2,042	90	568	2,726
Net book value						
31 December 2000	4,297	5	2,501	30	31,107	37,940
31 December 1999	4,453	5	2,568	37	31,061	38,124

A detailed analysis of the farms category is shown on page 16.

All of the tangible fixed assets are used to generate income for charitable purposes.

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

TRUSTEES' REPORT

6 TANGIBLE FIXED ASSETS *(continued)*

COMPANY

	<i>Freehold land and buildings £'000</i>	<i>Fixtures And fittings £'000</i>	<i>Plant and machinery £'000</i>	<i>Farms £'000</i>	<i>Total £'000</i>
Cost					
1 January 2000	4,419	6	46	31,485	35,956
Additions	23	-	22	272	317
Disposals	(177)	-	-	(82)	(259)
	<u>4,265</u>	<u>6</u>	<u>68</u>	<u>31,675</u>	<u>36,014</u>
31 December 2000					
Depreciation					
1 January 2000	-	1	28	424	453
Charged in the year	-	-	4	145	149
Disposals	-	-	-	(1)	(1)
	<u>-</u>	<u>-</u>	<u>32</u>	<u>568</u>	<u>601</u>
31 December 2000					
Net book value					
31 December 2000	<u>4,265</u>	<u>5</u>	<u>36</u>	<u>31,107</u>	<u>35,413</u>
31 December 1999	<u>4,419</u>	<u>5</u>	<u>18</u>	<u>31,061</u>	<u>35,503</u>

A detailed analysis of the farms category is shown on page 16.

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

TRUSTEES' REPORT

6 TANGIBLE FIXED ASSETS (*continued*)

GROUP & COMPANY

Included within farms above are:	<i>Freehold land £'000</i>	<i>Farm houses £'000</i>	<i>Farm buildings & amenities £'000</i>	<i>Total £'000</i>
Cost				
1 January 2000	25,925	2,851	2,709	31,485
Additions	-	54	218	272
Disposals	(59)	(23)	-	(82)
31 December 2000	<u>25,866</u>	<u>2,882</u>	<u>2,927</u>	<u>31,675</u>
Depreciation				
1 January 2000	-	272	152	424
Charged in the year	-	95	50	145
Disposals	-	(1)	-	(1)
31 December 2000	<u>-</u>	<u>366</u>	<u>202</u>	<u>568</u>
Net book value				
31 December 2000	<u>25,866</u>	<u>2,516</u>	<u>2,725</u>	<u>31,107</u>
31 December 1999	<u>25,925</u>	<u>2,579</u>	<u>2,557</u>	<u>31,061</u>

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

TRUSTEES' REPORT

7	INTANGIBLE FIXED ASSETS	<i>Goodwill</i> £'000
	GROUP	
	Cost	
	1 January 2000 & 31 December 2000	368
		<hr/>
	Amortisation	
	1 January 2000	184
	Amortisation for the year	37
		<hr/>
	31 December 2000	221
		<hr/>
	Net book value	
	31 December 2000	147
		<hr/>
	31 December 1999	184
		<hr/>

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2000

8 FIXED ASSET INVESTMENTS - GROUP

	<i>Listed £'000</i>	<i>Unlisted £'000</i>	<i>Total £'000</i>
Cost			
1 January 2000 and 31 December 2000	5	6	11
Provision for diminution in value			
1 January 2000 and 31 December 2000	-	6	6
Net book value			
At 1 January 2000 and 31 December 2000	5	-	5

The market value of listed investments, which are included above at a net book value of £5,000, as at 31 December 2000 was £13,000 (1999: £14,000).

FIXED ASSET INVESTMENTS - COMPANY

*Investment in
subsidiary
undertaking
£'000*

1 January 2000 and 31 December 2000 1,000

The company holds more than 10% of the share capital of the following undertakings:

	<i>Country of incorporation</i>	<i>Class of holding</i>	<i>Proportion directly held</i>	<i>Nature of business</i>
AgReserves Limited	England	Ordinary	100%	Farming
<i>Indirect holdings</i>				
Hallsworth (Farmland Trust) Limited	England	Ordinary	100%	Farming
Farmspead (Southery Anchor) Limited	England	Ordinary	100%	Farming

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2000

9	STOCKS	GROUP		COMPANY	
		2000 £'000	1999 £'000	2000 £'000	1999 £'000
	Farm stocks	1,707	1,291	-	-
	Harvested crops	2,660	2,707	-	-
	Livestock	105	106	-	-
		<u>4,472</u>	<u>4,104</u>	<u>-</u>	<u>-</u>

10	DEBTORS	GROUP		COMPANY	
		2000 £'000	1999 £'000	2000 £'000	1999 £'000
	Due within one year				
	Trade debtors	377	1,112	-	-
	Other debtors	1,434	1,411	1,151	1,126
	Prepayments and accrued income	2	1	-	-
	Amounts owed by group undertakings	-	-	2,374	2,423
		<u>1,813</u>	<u>2,524</u>	<u>3,525</u>	<u>3,549</u>

11	CREDITORS: Amounts falling due within one year	GROUP		COMPANY	
		2000 £'000	1999 £'000	2000 £'000	1999 £'000
	Bank overdraft	-	14	-	-
	Trade creditors	130	215	-	-
	Other creditors	1,500	1,039	915	417
	Accruals and deferred income	222	301	-	-
	Amounts owed to group undertakings	-	-	-	160
		<u>1,852</u>	<u>1,569</u>	<u>915</u>	<u>577</u>

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2000

- 12 CREDITORS: Amounts falling due in more than one year

	GROUP		COMPANY	
	2000 £'000	1999 £'000	2000 £'000	1999 £'000
Loan from holding company	37,576	39,447	37,576	39,447

The loan from the holding company is a loan from the Corporation of the President of the Church of Jesus Christ of Latter-day Saints, which is subordinated to the claims of all other creditors. The loan is interest free and there are no fixed repayment terms.

- 13 PROVISIONS FOR LIABILITIES AND CHARGES

	GROUP	COMPANY
	Deferred taxation £'000	Deferred taxation £'000
Balance at 1 January 2000	88	-
Transfer from Consolidated Statement of Financial Activities	31	-
Balance at 31 December 2000	119	-

DEFERRED TAXATION – GROUP:

	2000 Provided £'000	2000 Unprovided £'000	1999 Provided £'000	1999 Unprovided £'000
Excess of tax allowances over depreciation	119	23	88	23

- 14 SHARE CAPITAL

	2000 £'000	1999 £'000
Authorised, allotted, issued and fully paid 100 ordinary shares of £1 each	100	100

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2000

15	ACCUMULATED FUND	GROUP		COMPANY	
		2000 £'000	1999 £'000	2000 £'000	1999 £'000
	Balance at 1 January 2000	5,976	6,392	1,083	1,596
	Net surplus/(deficit) for the financial year	866	(416)	944	(513)
	Balance at 31 December 2000	6,842	5,976	2,027	1,083
16	RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS			2000 £'000	1999 £'000
	Surplus/(deficit) for the financial year			866	(416)
	Opening shareholders' funds			5,976	6,392
	Closing shareholders' funds			6,842	5,976

Shareholders' funds are entirely attributable to equity interests.

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2000

17	CASH FLOWS	2000 £'000	1999 £'000
a	Analysis of cash flows		
	Reconciliation of net movement in funds to operating (loss)/surplus		
	Net movement in funds	866	(416)
	Interest received	(87)	(113)
	Interest paid	-	-
	Taxation	31	(76)
		<hr/>	<hr/>
	Operating surplus/(deficit)	810	(605)
		<hr/>	<hr/>
	Returns on investments and servicing of finance	2000 £'000	1999 £'000
	Interest received	87	113
		<hr/>	<hr/>
		87	113
		<hr/>	<hr/>
	Capital expenditure	2000 £'000	1999 £'000
	Proceeds from sales of fixed assets	541	375
	Purchase of tangible fixed assets	(1,007)	(5,053)
		<hr/>	<hr/>
		(466)	(4,678)
		<hr/>	<hr/>

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2000

17	CASHFLOWS (continued)	At 1		At 31
		January	Cash flows	December
b	Analysis of changes in net debt	2000	2000	2000
		£'000	£'000	£'000
	Cash at bank and in hand	2,139	(127)	2,012
	Overdrafts	(14)	14	-
		<hr/>	<hr/>	<hr/>
		2,125	(113)	2,012
	Debt due after 1 year	(39,447)	1,871	(37,576)
		<hr/>	<hr/>	<hr/>
	Total	(37,322)	1,758	(35,564)
		<hr/>	<hr/>	<hr/>

18 PENSION COMMITMENTS

The group contributes to a defined benefit pension scheme operated on behalf of the UK entities of the Church of Jesus Christ of Latter-day Saints, and whose assets are held in independent trustee administered funds. Contributions are determined by a qualified actuary on the basis of triennial valuations using the projected unit method, the most recent valuation being at 31 December 1998. The assumptions which have the most significant effect on the results of the valuation are the rate at which current salaries and pensions will increase and the return the scheme will earn on its assets.

It was assumed for the 1998 valuation that salaries would increase by 4% and the investment returns would be 5.75% per annum, and that present and future pensions would increase at the rate of 2.5% per annum for benefits in excess of the GMP. The actuarial valuation of the scheme's assets at 31 December 1998 was £11,418,099 and was estimated to cover 97% of the scheme's liabilities at that date.

From 1 January 2000 the contribution rates of the employer and employees were raised to 12.5% and 5.3% respectively.

The pension charge for the year was £62,000 (1999 - £72,000), which included allowance for the amortisation of expected deficits. These are being recognised over 12 years, the average remaining service lives of employees.

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2000

19 RELATED PARTY TRANSACTIONS AND ULTIMATE HOLDING COMPANY

The company is owned jointly by the Corporation of the President of the Church of Jesus Christ of Latter-day Saints and the Corporation of the Presiding Bishop of the Church of Jesus Christ of Latter-day Saints, both entities incorporated in the state of Utah, United States of America.

Details of the loan account with the Corporation of the President of the Church of Jesus Christ of Latter-day Saints are included in note 12. Assurances of continued financial support have been received from the Corporation of the President of the Church of Jesus Christ of Latter-day Saints.

During the year the company contracted with another fellow subsidiary, The Church of Jesus Christ of Latter-day Saints (Great Britain) to carry out construction of church buildings on its behalf. The value of this work in the year was £4,114,000 (1999 - £3,225,000).

Farm Management Company, the Church's agricultural division in the United States, acts in an advisory capacity to AgReserves Limited, Hallsworth (Farmland Trust) Limited and Farmspeed (Southery Anchor) Limited. During the year management fees of £Nil (1999 - £48,000) were paid by the group to the Farm Management Company and the balance due to it at 31 December 2000 was £Nil (1999 - £nil).

20 CAPITAL COMMITMENTS

At 31 December 2000 the group had capital commitments as follows:

	2000	1999
	£'000	£'000
Contracted for but not provided in these accounts	80	243

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

TRUSTEES' REPORT

1. Policy and Objectives of The Church of Jesus Christ of Latter-day Saints (Welfare)

- (a) to promote and further the religious and other charitable work of The Church of Jesus Christ of Latter-day Saints in the United Kingdom and elsewhere and
- (b) to relieve members of the Church and other persons who are in conditions of need, hardship, sickness or distress.

To achieve the above the charity:-

- 1. invests in farms which it rents out to its subsidiary companies (AgReserves Limited, Hallsworth Farmland Trust) Limited and Farmspeed (Southery Anchor) Limited) which then operate the farms on a commercial basis. Any profits earned from these operations are returned to the charity under covenant and are applied by the charity in furtherance of its objectives.
- 2. acquires land and builds purpose built meeting houses, for a fellow subsidiary, in which members of the Church and members of the public can meet together for religious worship and instruction.
- 3. assists individuals suffering through hardship, sickness and distress as needed.
- 4. provides advice and guidance to Church members on the Church's worldwide welfare and humanitarian aid programmes.

From the above it can be deduced that the principal income sources of the charity are the rents received from the farms operated by its subsidiaries and any profits earned by those farming subsidiary companies. Our farming subsidiaries achieve their results whilst following guidelines laid down by the Church in the following mission statement:-

"We recognise that the land we have been entrusted to manage is a most important resource, that our customers have their own special needs, and that scientific establishments are our partners, and that our employees are one of our most valuable assets.

In all things we acknowledge the goodness in others. We recognise that we have a stewardship for the land for future generations. We need to be honest in our dealings with customers, employees and all with whom we transact business.

To accomplish our mission we empower our employees with the management structure, training and resources to grow the right crops in the right locations using the latest and most efficient farming technology."

2. Financial Resources

As can be seen from the accounts our financial position is stable. Although our income from our farm investments suffered as a result of the reduced profits from farming we were able to meet our all the of the demands on our resources without dipping into reserves after receiving a substantial donation from our sister charity The Church of Jesus Christ of Latter-day Saints (Great Britain).

Our objective is to have a one year supply of funds in reserve to meet our charitable aims.

The trustees of the Charity are neither employed by or paid by the Charity.

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

TRUSTEES' REPORT

3. Review of the current year

In our 1999 report we indicated that there would now be opportunities for local volunteers to participate on selected projects. This year we were asked by the Humanitarian Aid programme of The Church of Jesus Christ of Latter-day Saints to participate in a worldwide effort to provide much needed aid to Kenya, Ethiopia and Eritrea. We shipped from our farms hundreds of tons of wheat which was bagged and prepared for shipment by members who were organised in groups to operate round the clock to meet tight shipping deadlines. The projects took several months to complete during which time volunteers came to the farms from all parts of the United Kingdom donating their labour from one day to one week at a time. There were many special moments to savour for the volunteers as one by one the lorries were filled with the sacks of wheat and taken to the port for onward shipment.

Funding of the project to provide blankets for the Red Cross flood relief in the Ukraine was completed this year. We also made a donation to the Royal National Institute for the Blind to provide a visually impaired centre in the Midlands.

These projects required funding which was beyond our immediate resources and we were pleased to receive a substantial donation from our sister charity The Church of Jesus Christ of Latter-day Saints (Great Britain) whose members wished to participate in relieving the suffering in countries where natural disasters have caused hardship.

Towards the end of the year a pilot programme was introduced by volunteers trained as part of The Church of Jesus Christ of Latter-day Saints worldwide Welfare programme whereby members were educated in the storage of wheat and its extensive value and use as a basic food. The pilot was successful and the programme will be rolled out throughout the United Kingdom in 2001.

After our extensive purchases of farms, which only began in 1994, 1999 and this year have been a period of time to consolidate. During this year we only completed the extension of our potato and grain storage facilities begun in 1999. Similarly no further purchases of land on which to build meetinghouses were made.

4. Management

The trustees of the charity are selected from the membership of the Church on the basis of their understanding of the Church Welfare programme usually having served in a senior volunteer capacity in the past by assignment. Additionally, the collective board of trustees are expected, usually by qualification, to cover the range of professional skills required to manage an organization of this magnitude within UK charity law.

5. Professional Resources

The Charity has access to specialist facilities management, educational, legal, financial and welfare project skills to further its work.

6. The Future Direction of the Charity

The Charity will continue to extend its holdings where these offer opportunity to secure a larger future income and meet the requirements of the Church Welfare programme. We will significantly extend our programme for educating members in the storage and preparation of basic foods and also teaching these skills to others through our Welfare and Humanitarian Aid programmes.

We will also continue to search for land on which to build meetinghouses to meet the need of our sister charity to provide places of worship for the increasing membership of the Church.

The Church of Jesus Christ of Latter-day Saints (Welfare) & Subsidiary Undertakings

TRUSTEES' REPORT

7. Summary

In summary, the year 2000 has been a successful year despite the difficulties experienced in our farming subsidiaries. A solid platform has been established upon which we can build our future growth.

Keith Broadway

Keith Broadway
Director and Secretary

The Church of Jesus Christ of Latter-day Saints (Welfare)
30 January 2002